

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 336 - HB 306

March 3, 2011

SUMMARY OF BILL: Authorizes the University of Tennessee (UT) to designate foundations that have been established to support the University to receive private gifts for university support. Authorizes UT to enter into fee-for-service agreements with these foundations to lease university employees to the foundations to carry out the foundations' mission. All leased employees will retain full benefits. Authorizes UT to enter into fee-for-service agreements to provide services to these foundations.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- According to the Comptroller of the Treasury, the UT Foundation will receive privately donated funds directly instead of through the UT Board of Trustees.
- UT will not hire additional employees to perform necessary foundation duties since the UT Foundation will lease current UT employees. According to UT, expenditures for personnel will not be reduced. The UT Foundation will pay for the salaries of the leased employees and UT will pay the UT Foundation for its services. The net impact is not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

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